Form MR-SMO (Revised March 26, 2007)

I.

This Section for DOGM Use:
Assigned DOGM File No.: s 0170050
DOGM Lead: Paul Balker
Permit Fee \$ 15000 Ck # 4553

# STATE OF UTAH DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS AND MINING

1594 West North Temple Suite 1210
Box 145801
Salt Lake City, Utah 84114-5801
Telephone: (801) 538-5291 Fax: (801) 359-3940

### NOTICE OF INTENTION TO COMMENCE SMALL MINING OPERATIONS

The informational requirements of this form are based on provisions of the Mined Land Reclamation Act, Title 40-8, Utah Code Annotated 1987, and the General Rules as promulgated under the Utah Minerals Regulatory Program.

"Small Mining Operations" mining operations which have a disturbed area of five or less surface acres at any time.

9	GENERAL INFORMATION (Rule R647-3-104)						
1.	Name of Mine: Tickaboo Stockpile Removal Project						
2.	Legal name of entity (or individual) for whom the permit is being requested:						
	Mailing Address: HC 63 Box 120 City, State, Zip: Montecillo Utah 84535						
	Phone: _435-587-2594						
	E-mail Address:						
	Type of Business: Corporation ( ) LLC ( ) Sole Proprietorship (dba) ( ) Partnership ( ) General or limited Or: Individual ( x)						
	Entity must be registered (and maintain registration) with the State of Utah, Division of Corporations (DOC) <a href="https://www.commerce.utah.gov">www.commerce.utah.gov</a> .						
	Are you currently registered to do business in the State of Utah? ☐ Yes ☐ No Entity #						
	If no, contact <u>www.commerce.utah.gov</u> to renew or apply.						
	Local Business License #(if required) Issued by: County(if required)						
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3.	Contact Person(s)	
		Title: Owner
	Address: HC 63 Box 120	
		84535
		Fax:
	Emergency, Weekend, or Holiday P	Phone:
	E-mail Address:	
Contac apply)	t person to be notified for: permitt	ting ( ¾) surety ( ¾) Notices ( ¾) (please check all that
	Name:	Title:
	City, State, Zip:	
	Phone:	Fax:
		Phone:
Contac apply)		ting()surety()Notices()(please check all that
	Pagistared Litab Agent (as identified	d with the Utah Department of Commerce) (if individua
	leave blank):	with the otali Department of Commerce) (if individual
	Address:	
		Fax:
	E-mail Address:	
4.	Business Address:	Title:
	Dhono:	Fax:
	E-mail Address:	
	If Business is a Corporation:	
	Name of Officers:	Title:
		Title:
		Title:
		Title:
	Headquarters Address:	
	Headquarters Phone:	Fax:
	E-mail Address:	
	Name of 1 <sup>st</sup> Member/Manager:	ompany: Member Managed □ Manager Managed □Title:
	City, State, Zip:	
		Fax:
	E-mail Address:	
		And the second

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Phono:	Eav:
Friorie.	Fax:
E-mail Address.	
f Business is a Partnership Name of Partner:	<b>):</b>
Business Address:	
City, State, Zip:	
Phone:	Fax <u>:</u>
E-mail Address:	
Ownership of Land Surface	:
State Trust Land/School Sect	omain (BLM) ⅓ National Forest (USFS) □ tions □ State Sovereign Lands □
Name Henry Mountain	Address P.O. Box 99 Hanksville, Utah 84734
Name Field Station	Address
Name	Address
141110	_ / 1941 000
Name	Δddress
Ownership of Minerals:  Private (Fee) □ Public Description	omain (BLM) ᠍ National Forest (USFS) □ tions □ State Sovereign Lands □
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Ownership of Minerals:  Private (Fee)  State Trust Land/School Sector Other (please describe):  Name   Henry Mountains  Field Station  Name  Name   BLM Lease or Project File Nu  UTU 080036  BLM Claim Numbers   UMC37  Utah State Lease Number(s):  Name of Lessee(s)	omain (BLM) A National Forest (USFS) Clions State Sovereign Lands Address Address Address Address Address Address Address Tibos, umc371506, umc371507, umc371915 A mineral owners been notified in writing?

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Please be advised that if State Trust Lands are involved, notification to the Division of Oil, Gas and Mining alone does not satisfy the notification requirements of Mineral Leases upon State Trust Lands. Exploration or mining activity on State Trust Lands requires a minimum of 60 days notice to the Trust Lands Administration **prior** to commencing any activities. Please contact the School Institutional Trust Lands Administration (SITLA) at (801) 538-5508 for notification requirements.

8.	Does the Entity have legal right to enter and conduct mining operations on the land covered by this notice? Yes $\underline{x}$ No			
II.	PROJECT LOCATION & MAP (Rule R647-3-105)			
1.	Project Location (legal description):			
	County(ies):Garfield			
	1/4, of1/4, of1/4: Section: Township:35s Range:1E			
	UTM East(if known) UTM North(If known)			
	Name of Quad Map for Location: Copper Creek Brenches, Utah 7.5			
2.	Location and Operations maps must be plotted at a scale to accurately identify locational landmarks and operations details. All maps must include a north arrow, a scale, appropriate labels, title box including the mine name, township, range and section.  a. Map 1: The general location map must be the scale of a USGS 7.5 minute series map or equivalent (1"=2000') and identify new or existing access roads.  b. Map 2: The operations map (1"=200' or other scale as determined necessary by the Division) must be labeled and identify:  i. The area to be disturbed;  ii. The location of any existing or proposed operations including access roads, drill holes, trenches, pits, shafts, cuts, or other planned activities; and  iii. Any adjacent previous disturbance for which the operator is not responsible.  (Contact the Division for a list of consultants and land surveyors for mapping assistance.)			
3.	The proposed (5 acre or less) disturbed area (including access/haul roads) should be marked ON THE GROUND with metal T-Posts (or with some other marker of equal effectiveness). Markers should be appropriately spaced (<50 feet) so that the next marker in either direction is clearly visible with the naked eye.			
III.	OPERATION PLAN (Rule R647-3-106)			
1.	Type of mining: Surface ☐ Underground ☐			
2.	Mineral(s) to be mined:			
3.	Amount of material to be extracted, moved or proposed to be moved:  Approximately 30,000 Tons			
	APPROVED			
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4.	dis	ll any wat charged a s □		rt of th	e minir	ng or n	nilling p	rocess	?		sed, prod		
5.	fac	Provide a brief description of the proposed mining operation and onsite processing facilities (add extra pages if necessary). Once an Ore Milling Agreement is obtained, the existing mineral stockpile will be loaded into highway trucks with a Cat 980											
		ader and											,,
	rip	pped and	then	reseed	led.								
6.		New Ro	ad(s)	: Leng	jth		(ft)	Widtl	h		(ft)		
		ds to acc										be made (ft) of	
8.	To	tal projec <u>EXACT</u> #VI).									ASE SPE		
9.	Pro	oposed st	tartup	date o	of proje	ct (mo	nth, yea	r)	June	2008		<del></del>	
10.	Pro	oposed co	omple	etion d	ate of p	project	, if know	n (mont	h, year)	Jui	ne 2009		
V.	OPER	RATION A	AND F	RECLA	MATIC	N PR	ACTICE	S (Rule	R647-3	3-107, 1	08 & 109	)	
oremir eclam	lic safet ning veg nation c	ty, return t	the lar round y, or a	nd to a cover. at the c	useful o To acc completi	condition complision (with	on, and r h this, th hin one	eestabli le Permi (1) year)	sh at lea ittee / O <sub>l</sub> ) of mini	ast 70 p perator	ercent of will need	to perform	
1.	Кеер	the mining	g oper	ration in	a safe,	clean, a	and envi	ronment	ally stabl	le condi	tion.		
2.	Perm	anently se	al all s	shafts a	nd tunn	els to p	revent u	nauthoriz	zed or ac	ccidenta	l entry.		
3.	Plug of the	drill holes subsurfac	with a ce to p	five foo revent	ot cemer aquifer o	nt surfac contami	ce plug. ination.	Holes th	at encou	unter flu	ids are to l	be plugged	
4.	Cons	truct berm	s, fend	ces, or l	barriers,	when i	needed,	above hi	ighwalls i	and exc	avations.		
<b>5</b> .		ove, isolate ations.	e, or n	eutraliz	e all toxi	ic mate	rials in a	manner	compati				
6.	Remo	ove all was	ste or d	debris fi	rom stre	am cha	nnels.				APPF		
7.	Dispo	se of any	trash,	scrap n	netal, w	ood, ma	achinery,	and bui	ldings.		MAY ?	RC (172) 2008	
8.	Cond	luct mining	activi	ities so	as to mi	nimize	erosion a	and cont	rol sedim	nent.	· · · · · ·	2003 S & Milwork	
9.	Recla	aim all road	ds that	t are no	t part of	a perm	anent tra	ansporta	tion syste	em.	. OIL GAS	S& MINING	

- 10. Stockpile topsoil and suitable overburden prior to mining.
- 11. Stabilize highwalls by backfilling or rounding to 45 degrees or less, where feasible; reshape the land to near its original contour, and redistribute the topsoil and suitable overburden.
- Properly prepare seedbed to a depth of six inches by pocking, ripping, discing, or harrowing. Leave the surface rough.
- 13. Reseed disturbed areas with adaptable species. (The Division recommends a mixture of species of grass, forb, and browse seed, and will provide a specific species list if requested.)
- 14. Plant the seed with a rangeland or farm drill, or broadcast the seed. Fall is the preferred time to

#### ٧. **VARIANCE REQUEST** (Rule R647-3-110)

# Any variance request must be approved in writing by the Division

Yes □

Any planned deviations from Rules R647-3-107, Operation Practices, R647-3-108, Hole Plugging Requirements, or R647-3-109, Reclamation Practices, as summarized above (see IV. Operation and Reclamation Practices Item # 1-14), should be identified below listing applicable rule number. Give justification for the variance(s) and alternate methods or measure to be utilized. A variance shall be granted if the alternative method or measure proposed will be consistent with the Act.

1 <sup>st</sup> Variance Re	quested	
Item# Justification:	Applicable Rule # (i.e. R647-3-109.10 (if you did not want trenches & pits reclain	ned)
Alternate metho	ds or measure to be utilized:	
2 <sup>nd</sup> Variance Re	quested	
Item# Justification:	Applicable Rule #	
Alternate metho	ds or measure to be utilized:	
3 <sup>rd</sup> Variance Red	quested	
Item # Justification:	Applicable Rule #	
Alternate metho	ds or measure to be utilized:	APPRO

Attach additional page If more variances are requested.

**SURETY** (Act 40-8-7(1)[c])

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DIV. OIL GAS & L. A reclamation contract and surety must be provided to and approved by the Division prior to commencement of operations.

The Utah Mined Land Reclamation Act (40-8-7 (1)[c] and 40-8-14 provides the authority that all mining operations furnish and maintain reasonable surety to guarantee that the land affected is reclaimed.

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VI.

The surety amount is based on the nature, extent and duration of operations. The surety amounts are based on data from current large mine surety and are used as a general guide, along with actual site conditions.

<u>Surety for small mines sites will be escalated three (3) years to the future. Contact the Division for dollar amount required for this project.</u>

I will provide surety in the form of a: Certificate of Deposit, Letter of Credit, Surety Bond, Cash (certified funds), or Division Approved form.

# VII. PERMIT FEE [Mined Land Reclamation Act 40-8-7(1)(i)]

The Utah Mined Land Reclamation Act of 1975 [40-8-7(1)(i)] provides the authority for the assessment of permitting fees. Commencing with the 1998 fiscal year (July 1 - June 30), permit fees are assessed to <u>new</u> and <u>existing</u> notices of intention, and annually thereafter, until the project disturbances are successfully reclaimed by the Permittee / Operator and released by the Division.

Small Mine Notices require a \$150.00 fee which must accompany this application or it cannot be processed by the Division.

## VIII. SIGNATURE REQUIREMENT

(Please check the	box if applicable and	place your initials	on the line provided)
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**プレ**B I have enclosed the required permit fee.

I understand that I am not authorized to create any surface disturbance until the surety amount is posted and approved in writing from the Division of Oil, Gas and Mining and any other authorized regulatory agency.

#### CERTIFICATION

I state under penalty of perjury under the laws of the state of Utah and the United States of America that:

- a. I have read this form and declare the information, statements and/or documentation are true, correct and complete to the best of my knowledge and belief; AND
- b. I commit to the reclamation of the aforementioned small mining project as required by the Utah Mined Land Reclamation Act (40-8) and the rules as specified by the Board of Oil, Gas and Mining.
- c. This certification must be executed by an executive officer if the applicant is a corporation; by a partner if applicant is a partnership (general or limited); owner if applicant is a sole proprietorship; member or manager if applicant is a limited liability company.

Signature: Jim Z, Butt	Date: 11-28-07
Name (typed or printed): <u>JIM C.BUTT</u>	
Title/Position (if applicable): <u>OWNFR-OPERATOR</u> .	
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